

APPENDIX C
A.02-12-028
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
COMBINED SUMMARY OF EARNINGS
(Thousands of Dollars)

Line No.	Description	Adopted (2004\$)
1	Base Margin	\$ 957,887
2	Miscellaneous Revenues	37,122
3	Revenue Requirement	\$ 995,008
<u>OPERATING & MAINTENANCE EXPENSES</u>		
4	Clearing Accounts	\$ 12,731
5	Nuclear Generation	61,068
6	Procurement	4,574
7	Transmission	5,216
8	Distribution	93,383
9	Uncollectibles ('04: 0.266%)	2,548
10	Customer Services	92,401
11	Administrative & General	122,307
12	Franchise Fees ('04E: 3.67% '04G: 2.13%)	32,021
13	Subtotal (2001\$)	426,249
14	Labor Escalation	16,274
15	Non-Labor Escalation	5,753
16	Subtotal O & M (2004\$)	\$ 448,277
17	Depreciation & Amortization	213,916
18	Taxes on Income	103,457
19	Taxes Other Than on Income	39,067
20	Total Operating Expenses	\$ 804,716
21	Return	\$ 190,292
22	Rate Base	\$ 2,169,808
23	Rate of Return	8.77%
24	Derivation of Base Margin	
25	O&M Expenses (Line 16)	\$ 448,277
26	Depreciation (Line 17)	213,916
27	Taxes (Line 18+19)	142,524
28	Return (Line 21)	190,292
29	Revenue Requirement	995,008
30	Less: Misc. Revenues (Line 2)	37,122
31	Base Margin (Line 1)	\$ 957,887

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SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
COMBINED ADMINISTRATIVE & GENERAL EXPENSE
(Thousands of Dollars)

Line No.	Account No.	Description	Adopted (2004\$)
1	920	Administrative & Gen. Salaries	\$ 24,228
2	921	Office Supplies & Exp	57,958
3	923	Outside Services Employed	5,025
4	924	Property Insurance	1,099
5	925	Injuries and Damages	15,044
6	926	Employee Pensions & Benefits	37,476
7	928	Regulatory Commission Exp	3,421
8	929	Company Use - Electricity	(1,178)
9	930	General Expenses	(31,906)
10	931	Rents	7,176
11	935	Maintenance of General Plant	9,518
12		Subtotal	<u>\$ 127,860</u>
13	927	Franchise Fees	32,021
14		TOTAL COMBINED A & G	<u><u>\$ 159,882</u></u>

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A.02-12-028
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TEST YEAR 2004
COMBINED CUSTOMER SERVICES
(Thousands of Dollars)

Line No.	Account No.	Description	ADOPTED (2004\$)
1	586	Meter Exp - Electric	\$ 4,830
2	597	Meters - Electric	632
3	878	Meter & House Regulator Exp - Gas	2,357
4	879	Customer Install. Exp - Gas	9,611
5	902	Meter Reading Exp	11,989
6	903	Cust. Rec. & Collect. Exp	66,127
7	910	Customer Service & Info Exp	4,855
8		Subtotal	<u>\$ 100,401</u>
9	904	Uncollectibles Accts	2,548
10		TOTAL COMBINED CUSTOMER SERVICES	<u><u>\$ 102,949</u></u>

APPENDIX C
A.02-12-028
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
COMBINED CLEARING ACCOUNTS
(Thousands of Dollars)

<u>Line No.</u>	<u>Account No.</u>	<u>Description</u>	<u>ADOPTED (2004\$)</u>
1	163	Purchasing and Warehouse	\$ 1,671
2	184	Clearing Accounts	11,586
3		TOTAL CLEARING ACCOUNTS	<u>\$ 13,257</u>

APPENDIX D
A.02-12-028
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
GAS SUMMARY OF EARNINGS
(Thousands of Dollars)

Line No.	Description	ADOPTED (2004\$)
1	Base Margin	\$ 203,448
2	Miscellaneous Revenues	8,972
3	Revenue Requirement	\$ 212,420
<u>OPERATING & MAINTENANCE EXPENSES</u>		
4	Clearing Accounts	\$ 3,936
5	Procurement	1,079
6	Transmission	5,216
7	Distribution	14,116
8	Uncollectibles ('04: 0.266%)	541
9	Customer Services	30,070
10	Administrative & General	35,920
11	Franchise Fees ('04: 2.13%)	4,333
12	Subtotal (2001\$)	95,212
13	Labor Escalation	4,941
14	Non-Labor Escalation	1,410
15	Subtotal O & M (2004\$)	\$ 101,563
16	Depreciation & Amortization	47,805
17	Taxes on Income	19,204
18	Taxes Other Than on Income	8,402
19	Total Operating Expenses	\$ 176,975
20	Return	\$ 35,445
21	Rate Base	\$ 404,158
22	Rate of Return	8.77%
23	Derivation of Base Margin	
24	O&M Expenses (Line 15)	\$ 101,563
25	Depreciation (Line 16)	47,805
26	Taxes (Line 17+18)	27,606
27	Return (Line 20)	35,445
28	Revenue Requirement	\$ 212,420
29	Less: Misc. Revenues (Line 2)	8,972
30	Base Margin (Line 1)	\$ 203,448

APPENDIX D
A.02-12-028
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
GAS TRANSMISSION EXPENSE
(Thousands of Dollars)

Line No.	Account No.	Description	ADOPTED (2004\$)
		<u>Operation</u>	
1	850	Supervision & Engineering	\$ 1,069
2	851	System Con. & Load Dispatch	462
3	853	Compressor Station	806
4	855	Other Fuel & Pow-Comp. Sta.	203
5	856	Mains Exp	563
6	857	Measuring & Reg. Sta. Exp	125
7	859	Other Exp	847
8	860	Rents	1
9		Total Operation	<u>\$ 4,076</u>
		<u>Maintenance</u>	
10	861	Supervision & Engineering	\$ 63
11	863	Mains	381
12	864	Compressor Station Equipment	803
13	865	Measuring & Reg. Sta. Equip	289
14		Total Maintenance	<u>\$ 1,537</u>
15		TOTAL GAS TRANSMISSION	<u><u>\$ 5,613</u></u>

APPENDIX D
A.02-12-028
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
GAS DISTRIBUTION EXPENSE
(Thousands of Dollars)

Line No.	Account No.	Description	ADOPTED (2004\$)
		<u>Operation</u>	
1	870	Supervision & Engineering	\$ 3,235
2	871	Load Dispatching	-
3	874	Mains & Services Exp	2,901
4	875	Meas. & Reg. Station. Exp	504
5	880	Other Exp	4,835
6	881	Rents	-
7		Total Operation	<u>\$ 11,474</u>
		<u>Maintenance</u>	
10	885	Supervision & Engineering	\$ 61
11	886	Structure & Improvements	-
12	887	Mains	1,819
13	889	Meas. & Reg. Station Exp	56
14	892	Services	975
15	893	Meters & House Regulators	748
16	894	Other Equipment	301
17		Total Maintenance	<u>\$ 3,962</u>
18		TOTAL GAS DISTRIBUTION	<u><u>\$ 15,436</u></u>

APPENDIX D
A.02-12-028
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
GAS ADMINISTRATIVE & GENERAL EXPENSE
(Thousands of Dollars)

Line No.	Account No.	Description	ADOPTED (2004\$)
1	920	Administrative & Gen. Salaries	\$ 7,293
2	921	Office Supplies & Exp	16,249
3	923	Outside Services Employed	1,415
4	924	Property Insurance	467
5	925	Injuries and Damages	4,841
6	926	Employee Pensions & Benefits	12,100
7	928	Regulatory Commission Exp	957
8	930	General Expenses	(10,562)
9	931	Rents	2,020
10	935	Maintenance of General Plant	2,643
11		Subtotal	<u>\$ 37,424</u>
12	927	Franchise Fees	4,333
13		TOTAL GAS A & G	<u><u>\$ 41,757</u></u>

APPENDIX D
A.02-12-028
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
GAS CUSTOMER SERVICES
(Thousands of Dollars)

Line No.	Account No.	Description	ADOPTED (2004\$)
1	878	Meter & House Regulator Exp	\$ 2,357
2	879	Customer Install. Exp	9,611
3	902	Meter Reading Exp	2,220
4	903	Cust. Rec. & Collect. Exp	16,842
5	910	Customer Service & Info Exp	1,861
6		Subtotal	<u>\$ 32,891</u>
7	904	Uncollectibles Accts	541
8		TOTAL GAS CUSTOMER SERVICES	<u><u>\$ 33,432</u></u>

APPENDIX D
A.02-12-028
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
GAS STORAGE EXPENSE
(Thousands of Dollars)

<u>Line No.</u>	<u>Account No.</u>	<u>Description</u>	<u>2004 Test Year (2004\$)</u>
		<u>Operation</u>	
1	841	Labor & Exp	\$ 24
2		TOTAL GAS STORAGE	<u>\$ 24</u>

APPENDIX D
A.02-12-038
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
GAS CLEARING ACCOUNTS
(Thousands of Dollars)

<u>Line No.</u>	<u>Account No.</u>	<u>Description</u>	<u>ADOPTED (2004\$)</u>
1	163	Purchasing and Warehouse	\$ 392
2	184	Clearing Accounts	3,713
3		TOTAL CLEARING ACCOUNTS	<u>\$ 4,105</u>

APPENDIX E
A.02-12-028
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
ELECTRIC SUMMARY OF EARNINGS
(Thousands of Dollars)

Line No.	Description	ADOPTED (2004\$)
1	Base Margin	\$ 754,439
2	Miscellaneous Revenues	28,150
3	Revenue Requirement	\$ 782,589
<u>OPERATING & MAINTENANCE EXPENSES</u>		
4	Clearing Accounts	\$ 8,795
5	Nuclear Generation	61,068
6	Procurement	3,495
7	Distribution	79,266
8	Uncollectibles ('04: 0.266%)	2,007
9	Customer Services	62,331
10	Administrative & General	86,387
11	Franchise Fees ('04: 3.67%)	27,688
12	Subtotal (2001\$)	331,038
13	Labor Escalation	11,333
14	Non-Labor Escalation	4,343
15	Subtotal O & M (2004\$)	\$ 346,713
16	Depreciation & Amortization	166,111
17	Taxes on Income	84,253
18	Taxes Other Than on Income	30,665
19	Total Operating Expenses	\$ 627,741
20	Return	\$ 154,847
21	Rate Base	\$ 1,765,650
22	Rate of Return	8.77%
23	Derivation of Base Margin	
24	O&M Expenses (Line 15)	\$ 346,713
25	Depreciation (Line 16)	166,111
26	Taxes (Line 17+18)	114,917
27	Return (Line 20)	154,847
28	Revenue Requirement	782,589
29	Less: Misc. Revenues (Line 2)	28,150
30	Base Margin (Line 1)	\$ 754,439

APPENDIX E
A.02-12-028
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
ELECTRIC DISTRIBUTION EXPENSE
(Thousands of Dollars)

Line No.	Account No.	Description	2004 Test Year (2004\$)
		<u>Operation</u>	
1	580	Supervision & Engineering	\$ 12,401
2	581	Load Dispatching	1,671
3	582	Station Exp	4,487
4	583	Overhead Line Exp	1,441
5	584	Underground Line Exp	3,128
6	585	Street Light & Signal Exp	506
7	587	Customer Installation Exp	2,549
8	588	Misc. Distribution Exp	15,700
9	589	Rents	140
10		Total Operation	<u>\$ 42,023</u>
		<u>Maintenance</u>	
12	590	Supervision & Engineering	\$ 1,132
13	591	Structures	60
14	592	Station Equipment	4,219
15	593	Overhead Lines	30,776
16	594	Underground Lines	5,998
17	595	Transformers	356
18	596	St. Light & Signal	45
19	598	Misc. Dist. Plant	422
20		Total Maintenance	<u>\$ 43,009</u>
21		TOTAL ELECTRIC DISTRIBUTION	<u><u>\$ 85,033</u></u>

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A.02-12-028
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
ELECTRIC ADMINISTRATIVE & GENERAL EXPENSE
(Thousands of Dollars)

Line No.	Account No.	Description	ADOPTED (2004\$)
1	920	Administrative & Gen. Salaries	\$ 16,936
2	921	Office Supplies & Exp	41,708
3	923	Outside Services Employed	3,610
4	924	Property Insurance	632
5	925	Injuries and Damages	10,202
6	926	Employee Pensions & Benefits	25,376
7	928	Regulatory Commission Exp	2,464
8	929	Company Use - Electricity	(1,178)
9	930	General Expenses	(21,344)
10	931	Rents	5,156
11	935	Maintenance of General Plant	6,875
12		Subtotal	<u>\$ 90,437</u>
13	927	Franchise Fees	27,688
14		TOTAL ELECTRIC A & G	<u><u>\$ 118,125</u></u>

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TEST YEAR 2004
ELECTRIC CUSTOMER SERVICES EXPENSE
(Thousands of Dollars)

Line No.	Account No.	Description	ADOPTED (2004\$)
1	586	Meter Exp	\$ 4,830
2	597	Meters	632
3	902	Meter Reading Exp	9,769
4	903	Cust. Rec. & Collect. Exp	49,285
5	910	Customer Service & Info Exp	2,994
6		Subtotal	<u>\$ 67,511</u>
7	904	Uncollectibles Accts	2,007
8		TOTAL ELECTRIC CUSTOMER SERVICES	<u><u>\$ 69,518</u></u>

APPENDIX E
A.02-12-028
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
NUCLEAR GENERATION EXPENSE
(Thousands of Dollars)

Line No.	Account No.	Description	ADOPTED (2004\$)
		<u>Operation</u>	
1	517	Supervision & Engineering	\$ 14,136
2	519	Coolants and Water	191
3	520	Steam Exp	5,947
4	523	Electric Exp	1,883
5	524	Misc Nuclear Gen Exp	17,198
6	525	Rents	342
7		Total Operation	<u>\$ 39,698</u>
		<u>Maintenance</u>	
8	528	Supervision & Engineering	\$ 4,534
9	529	Structures	2,855
10	530	Reactor Equipment	4,201
11	531	Electric. Plant	3,878
12	532	Misc. Nuclear Plant	5,902
13		Total Maintenance	<u>\$ 21,370</u>
14		TOTAL NUCLEAR GENERATION	<u><u>\$ 61,068</u></u>

APPENDIX E
A.02-12-028
SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
PROCUREMENT EXPENSE
(Thousands of Dollars)

<u>Line No.</u>	<u>Account No.</u>	<u>Description</u>	<u>ADOPTED (2004\$)</u>
1	556	System Control & Load Dispatch	\$ 1,881
2	557	Generation and Other Expenses	1,937
3		Total Electric Procurement/Dispatch	<u>\$ 3,818</u>
4	807	Procurement Exp	\$ 1,197
5		TOTAL PROCUREMENT	<u><u>\$ 5,015</u></u>

APPENDIX E
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SAN DIEGO GAS & ELECTRIC COMPANY
TEST YEAR 2004
ELECTRIC CLEARING ACCOUNTS
(Thousands of Dollars)

<u>Line No.</u>	<u>Account No.</u>	<u>Description</u>	<u>ADOPTED (2004\$)</u>
1	163	Purchasing and Warehouse	\$ 1,279
2	184	Clearing Accounts	7,873
3		TOTAL CLEARING ACCOUNTS	<u>\$ 9,153</u>